



**UNITED STATES**  
**NUCLEAR REGULATORY COMMISSION**  
WASHINGTON, D.C. 20555-0001

**OFFICE OF THE  
INSPECTOR GENERAL**

February 19, 2014

**MEMORANDUM TO:** Mark A. Satorius  
Executive Director for Operations

**FROM:** Stephen D. Dingbaum */RA/*  
Assistant Inspector General for Audits

**SUBJECT:** STATUS OF RECOMMENDATIONS: INDEPENDENT  
EVALUATION OF THE U.S. NUCLEAR REGULATORY  
COMMISSION'S CONTRACT AWARD PROCESS  
(OIG-12-A-02)

**REFERENCE:** DIRECTOR, OFFICE OF ADMINISTRATION, MEMORANDUM  
DATED JANUARY 28, 2014

Attached is the Office of the Inspector General's (OIG) analysis and status of recommendation 1 as discussed in the agency's response dated January 28, 2014. Based on this response, recommendation 1 remains in a resolved status. Recommendations 2 through 5 were closed previously. Please provide an updated status on the resolved recommendation by June 30, 2014.

If you have any questions or concerns, please call me at 415-5915 or Eric Rivera, Team Leader, at 415-7032.

Attachment: As stated

cc: R. Mitchell, OEDO  
K. Brock, OEDO  
J. Arildsen, OEDO  
C. Jaegers, OEDO  
C. Carpenter, ADM

## Evaluation Report

### INDEPENDENT EVALUATION OF THE U.S. NUCLEAR REGULATORY COMMISSION'S CONTRACT AWARD PROCESS

OIG-12-A-02

#### Status of Recommendations

Recommendation 1: Determine what policies and procedures are required for an efficient and effective contract award process, develop or update them, and establish a process to regularly maintain them.

#### Agency Response

Dated January 28, 2014: Activities related to Management Directive (MD) 11.1 are on schedule.

- MD 11.1, "NRC Acquisition of Supplies and Services," is in the process of being updated. Comments were due to the Office of Administration on December 3, 2012 and were received over a period of several months in early 2013. The Acquisition Management Division (AMD), formerly known as the Division of Contracts, received and resolved over 430 agency comments. In addition to changes related to office comments, AMD revised the most recent set of MD documents to incorporate various changes relating to the AMD reorganization and use of the NRC's Enterprise Acquisition Toolset portal. The NRC Form 522 package for approval for MD issuance is currently being finalized by the MD Team for the review and signature of ADM management. Next, the signature package will be routed to Office of the General Counsel for its no legal objection and then the Executive Director for Operations as the final signature authority. The Office of Administration continues to be on schedule to publish MD 11.1 by May 31, 2014.

OIG Analysis: The proposed corrective action addresses the intent of OIG's recommendation. This recommendation will be closed when OIG receives a copy of the updated MD 11.1 and determines that it includes policies and procedures for an efficient and effective contract award process.

**Status:** Resolved.